EXEMPTION OF PEANUTS FOR BOILING FROM MARKETING QUOTAS

July 22, 1965.—Ordered to be printed

Mr. Holland, from the Committee on Agriculture and Forestry, submitted the following

REPORT

[To accompany S. 1270]

The Committee on Agriculture and Forestry, to whom was referred the bill (S. 1270) to extend for 2 years the definition of "peanuts" which is now in effect under the Agricultural Adjustment Act of 1938, having considered the same, report favorably thereon without amendment and recommend that the bill do pass.

PURPOSE

This bill extends for 2 years the present exemption of peanuts for boiling from marketing quotas. The present exemption, which has been in effect since 1957, would otherwise expire with the 1965 crop. The report from the Department of Agriculture favoring this

legislation is attached.

DEPARTMENTAL VIEWS

Department of Agriculture, Washington, D.C., April 16, 1965.

Hon. Allen J. Ellender, Chairman, Committee on Agriculture and Forestry, U.S. Senate.

Dear Mr. Chairman: This is in reply to your request of February 26, 1965, for a report on S. 1270, a bill to extend for 2 years the definition of "peanuts" which is now in effect under the Agricultural

Adjustment Act of 1938.

The bill provides for a 2-year extension of the exemption of boiled peanuts in the definition of "peanuts" as contained in section 359 (c) of the Agricultural Adjustment Act of 1938, as amended. This definition excludes from the provisions of acreage allotment and marketing

quotas any peanuts which are marketed before drying or removal of moisture, either by natural or artificial means for consumption exclusively as boiled peanuts. Such peanuts do not enter the market in competition with salted peanuts or other peanut products. Experience under the exemption during the past 8 years has shown that it does not adversely affect the supply adjustment and price support programs for peanuts, nor require additional program or administrative funds.

The Department would prefer that the present definition of "peanuts" be permanently extended, but would have no objection to

extending it for a 2-year period if Congress so determines.

The Bureau of the Budget advises that there is no objection to the presentation of this report from the standpoint of the administration's program.

Sincerely yours,

ORVILLE L. FREEMAN.

CHANGES IN EXISTING LAW

In compliance with subsection (4) of rule XXIX of the Standing Rules of the Senate, changes in existing law made by the bill, as reported, are shown as follows (existing law proposed to be omitted is enclosed in black brackets, new matter is printed in italics, existing law in which no change is proposed is shown in roman):

Public Law 85-127, as Amended

AN ACT To amend the peanut marketing quota provisions of the Agricultural Adjustment Act of 1938, as amended, and for other purposes

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 359(c) of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1359(c)),

be amended to read as follows:

"(c) The word 'peanuts' for the purposes of this Act shall mean all peanuts produced, excluding any peanuts which it is established by the producer or otherwise, in accordance with regulations of the Secretary, were not picked or threshed either before or after marketing from the farm, or were marketed by the producer before drying or removal of moisture from such peanuts either by natural or artificial means for consumption exclusively as boiled peanuts."

This amendment shall be effective for the 1957, 1958, 1959, 1960, 1961, 1962, 1963, 1964, and 1965; 1966, and 1967 crops of peanuts.